

Fiscal Note

State of Alaska
2022 Legislative Session

Bill Version:	CSHB 272(FIN)
Fiscal Note Number:	4
(H) Publish Date:	4/14/2022

Identifier: HB272CS(FIN)-EED-PEF-4-14-22
Title: INCREASE BASE STUDENT ALLOCATION
Sponsor: STORY
Requester: House Finance

Department: Fund Capitalization
Appropriation: No Further Appropriation Required
Allocation: Public Education Fund
OMB Component Number: 2804

Expenditures/Revenues

Note: Amounts do not include inflation unless otherwise noted below.

(Thousands of Dollars)

	FY2023 Appropriation Requested	Included in Governor's FY2023 Request	Out-Year Cost Estimates				
OPERATING EXPENDITURES	FY 2023	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028
Personal Services							
Travel							
Services							
Commodities							
Capital Outlay							
Grants & Benefits	69,089.3		83,289.1	83,289.1	83,289.1	83,289.1	83,289.1
Miscellaneous							
Total Operating	69,089.3	0.0	83,289.1	83,289.1	83,289.1	83,289.1	83,289.1

Fund Source (Operating Only)

1004 Gen Fund (UGF)	69,089.3		83,289.1	83,289.1	83,289.1	83,289.1	83,289.1
Total	69,089.3	0.0	83,289.1	83,289.1	83,289.1	83,289.1	83,289.1

Positions

Full-time							
Part-time							
Temporary							

Change in Revenues

None							
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Estimated SUPPLEMENTAL (FY2022) cost: 0.0 (separate supplemental appropriation required)

Estimated CAPITAL (FY2023) cost: 0.0 (separate capital appropriation required)

Does the bill create or modify a new fund or account? No
(Supplemental/Capital/New Fund - discuss reasons and fund source(s) in analysis section)

ASSOCIATED REGULATIONS

Does the bill direct, or will the bill result in, regulation changes adopted by your agency? No
If yes, by what date are the regulations to be adopted, amended or repealed?

Why this fiscal note differs from previous version/comments:

Updated to account for the fiscal impact of changing the weight of a correspondence student average daily membership (ADM) from 90 percent to the actual ADM.

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Agency: Department of Education & Early Development

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Date: 04/14/22

REPORTED OUT OF
HFC 04/14/2022

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2022 LEGISLATIVE SESSION**Analysis**

This bill addresses two components of the Foundation Funding formula: (1) AS 14.17.430, State funding for correspondence study, and (2) AS 14.17.470, Base student allocation.

First, this bill amends AS 14.17.430, State funding for correspondence study, by changing the weight of a correspondence student average daily membership (ADM) from 90 percent to the actual ADM, as submitted by districts under AS 14.17.500(a) and AS 14.17.600(a). The increase to projected state aid entitlement is \$11,947,192.

Secondly, this bill provides an increase to the base student allocation (BSA) over two fiscal years by amending AS 14.17.470, which is currently set at \$5,930.

Effective July 1, 2022 (FY2023), the BSA would increase by \$223 from \$5,930 to \$6,153. The increase to projected state aid entitlement is \$57,142,076.

Effective July 1, 2023 (FY2024), the BSA would increase by \$55 from \$6,153 to \$6,208. The increase to projected state aid entitlement is \$14,199,856.

The cumulative increase to projected state aid entitlement is \$83,289,124.

Page 3 of this fiscal note provides the projected funding breakdown by school district for these increases.

Department of Education & Early Development

Prepared 4/13/2022

HB 272: Correspondence and BSA Increases

Prepared by School Finance

School District	FY2023 Projected TOTAL STATE ENTITLEMENT	FY2023 Correspondence		Revised FY2023 Projected TOTAL STATE		FY2024 BSA	
		Increase from 90% to Actual ADM	FY2023 BSA Increase from \$5,930 to \$6,153	ENTITLEMENT	Difference	Increase from \$6,153 to \$6,208	Difference
Alaska Gateway	\$ 8,751,667	\$ 35,163	\$ 340,153	\$ 9,126,983	\$ 375,316	\$ 9,211,190	\$ 84,207
Aleutian Region	1,332,912	-	50,407	1,383,319	50,407	1,395,751	12,432
Aleutians East Borough	3,981,065	-	193,762	4,174,827	193,762	4,222,616	47,789
Anchorage	314,398,790	1,218,377	16,233,149	331,850,316	17,451,526	335,864,870	4,014,554
Annette Island	3,628,343	-	228,352	3,856,695	228,352	3,913,015	56,320
Bering Strait	30,800,589	-	1,585,628	32,386,217	1,585,628	32,777,292	391,075
Bristol Bay Borough	896,798	5,552	65,238	967,588	70,790	983,728	16,140
Chatham	3,337,723	3,701	132,692	3,474,116	136,393	3,506,876	32,760
Chugach	4,692,479	326,957	178,656	5,198,092	505,613	5,245,070	46,978
Copper River	6,823,276	80,814	267,894	7,171,984	348,708	7,238,777	66,793
Cordova	4,144,356	6,169	192,235	4,342,760	198,404	4,390,227	47,467
Craig	5,694,789	308,450	237,424	6,240,663	545,874	6,301,970	61,307
Delta/Greely	10,595,870	143,552	406,280	11,145,702	549,832	11,247,185	101,483
Denali Borough	7,133,060	524,365	307,367	7,964,792	831,732	8,045,276	80,484
Dillingham	5,851,981	-	253,101	6,105,082	253,101	6,167,506	62,424
Fairbanks N. Star Borough	99,522,369	395,433	5,302,081	105,219,883	5,697,514	106,531,097	1,311,214
Galena	32,763,110	3,331,260	1,234,040	37,328,410	4,565,300	37,662,469	334,059
Haines Borough	2,530,508	8,636	137,129	2,676,273	145,765	2,710,172	33,899
Hoonah	2,484,391	-	101,267	2,585,658	101,267	2,610,634	24,976
Hydaburg	1,778,028	37,014	68,178	1,883,220	105,192	1,900,365	17,145
Iditarod Area	5,763,697	80,197	234,785	6,078,679	314,982	6,137,301	58,622
Juneau Borough	32,953,875	111,042	1,844,863	34,909,780	1,955,905	35,365,781	456,001
Kake	2,233,134	-	94,779	2,327,913	94,779	2,351,289	23,376
Kashunamiut	4,474,950	-	241,222	4,716,172	241,222	4,775,666	59,494
Kenai Peninsula Borough	73,868,158	681,675	3,854,468	78,404,301	4,536,143	79,361,032	956,731
Ketchikan Gateway Borough	25,755,407	46,267	1,165,409	26,967,083	1,211,676	27,254,928	287,845
Klawock	1,759,889	-	90,319	1,850,208	90,319	1,872,484	22,276
Kodiak Island Borough	25,727,035	92,535	1,189,982	27,009,552	1,282,517	27,303,870	294,318
Kuspuk	6,976,761	-	347,860	7,324,621	347,860	7,410,416	85,795
Lake & Peninsula Borough	9,040,554	1,851	361,068	9,403,473	362,919	9,492,543	89,070
Lower Kuskokwim	61,510,954	-	2,904,820	64,415,774	2,904,820	65,132,210	716,436
Lower Yukon	32,902,651	-	1,607,085	34,509,736	1,607,085	34,906,102	396,366
Mat-Su Borough	169,508,196	1,748,911	7,714,079	178,971,186	9,462,990	180,889,354	1,918,168
Nenana	10,436,818	894,505	394,522	11,725,845	1,289,027	11,831,124	105,279
Nome	8,673,328	12,338	372,554	9,058,220	384,892	9,150,216	91,996
North Slope Borough	19,073,095	-	1,401,657	20,474,752	1,401,657	20,820,453	345,701
Northwest Arctic Borough	37,478,114	28,994	1,496,267	39,003,375	1,525,261	39,372,668	369,293
Pelican	459,461	-	18,786	478,247	18,786	482,880	4,633
Petersburg	5,596,923	-	263,091	5,860,014	263,091	5,924,902	64,888
Pribilof	973,694	3,702	55,199	1,032,595	58,901	1,046,242	13,647
Saint Mary's	3,863,824	-	147,985	4,011,809	147,985	4,048,308	36,499
Sitka Borough	10,978,127	30,105	579,358	11,587,590	609,463	11,730,749	143,159
Skagway	1,235,329	-	83,339	1,318,668	83,339	1,339,223	20,555
Southeast Island	4,689,669	18,507	175,883	4,884,059	194,390	4,927,603	43,544
Southwest Region	10,642,077	-	531,896	11,173,973	531,896	11,305,157	131,184
Tanana	752,892	-	29,685	782,577	29,685	789,899	7,322
Unalaska	3,862,310	-	230,392	4,092,702	230,392	4,149,525	56,823
Valdez	4,856,667	30,845	334,504	5,222,016	365,349	5,304,792	82,776
Wrangell	3,067,737	-	142,864	3,210,601	142,864	3,245,837	35,236
Yakutat	1,193,079	12,955	53,087	1,259,121	66,042	1,272,330	13,209
Yukon Flats	4,881,576	-	231,385	5,112,961	231,385	5,170,029	57,068
Yukon/Koyukuk	22,785,903	1,727,320	891,599	25,404,822	2,618,919	25,640,123	235,301
Yup'it	6,786,477	-	380,222	7,166,699	380,222	7,260,475	93,776
Mt. Edgecumbe High School	3,419,941	-	162,029	3,581,970	162,029	3,621,933	39,963
TOTAL	\$ 1,169,324,406	\$ 11,947,192	\$ 57,142,076	\$ 1,238,413,674	\$ 69,089,268	\$ 1,252,613,530	\$ 14,199,856

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